

THIS AMENDMENT:	
_____ Passed _____	Passed as amended by _____
_____ Failed _____	Not Offered _____



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**MAYES PROPOSED AMENDMENT # 1**

**ORIGINAL**

DATE PREPARED: August 24, 2009

COMPANY: Tucson Electric Power Company

AGENDA ITEM NO. U-19

DOCKET NOS. E-01933A-07-0402; E-01933A-05-0650

OPEN MEETING DATE: August 25-26 2009

Page 6, DELETE lines 21-22.

Page 6, line 21, INSERT New Finding of Fact: "However, we believe the fact that TEP is in a stay out period for new rates may argue in favor of continuation of the yearly Cost Containment Reports, as they offer Staff, the Commission and the public a window onto the Company's cost containment efforts during a time when the Company's expenditures would otherwise remain out of view. Moreover, TEP will be able to file for another rate case in two years, and it will be important for the Company to keep its costs in line during the years leading up to its next rate case, in order to mitigate the need for higher rates. We believe shining a light on the Company's cost containment efforts will be an additional inducement for the Company's management to keep a proper rein on unnecessary expenditures, and so we will not extend this waiver."

Page 14, line 13-14, delete "shall continue until further Order of the Commission."

INSERT: "shall be eliminated and TEP shall resume filing the Cost Containment Reports required by Decision No. 50594 until further Order of the Commission."

Make all conforming changes.

Arizona Corporation Commission  
**DOCKETED**

AUG 24 2009

AZ CORP COMMISSION  
DOCKET CONTROL

DOCKETED BY	
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